GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:1799
ANSWERED ON:01.08.2003
CREDIT DEPOSIT RATIO OF BANKS
P. RAJENDRAN

Will the Minister of FINANCE be pleased to state:

(a) whether the Government are aware of the drastic reduction in the credit deposit ratio of the nationalized and scheduled banks in Kerala compared to other States in the country; and

(b) if so, the steps taken to end this discrimination?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI ANANDRAO V. ADSUL)

(a): Yes, Sir, the CD Ratio of Scheduled Commercial Banks in Kerala is lower as compared to some of the Statesin the country, although, it is higher when compared to that of some of the other states.

(b): With an objective of having uniform economic development, banks have been advised to achieve a CD Ratio of 60%in respect of their rural and semi urban branches on an all India basis. Also, there has been, among others, regular discussion on CD Ratio in the various fora under the Lead Bank Scheme such as, SLBC, BLBC and DLRC meetings, to improve the CD Ratio in the State as whole.